GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:4010
ANSWERED ON:23.03.2001
PAY REVISION OF EMPLOYEES OF NEPA LIMITED
BHERU LAL MEENA

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether the sick Public Sector Undertakings can implement theprevailing guidelines relating to pay-revision under the revival package only after getting approval of the BIFR and the Union Government for the purpose;

(b) whether the Nepa Limited Nepa Nagar, Madhya Pradesh had been declared as a sick company since, 1998;

(c) if so, the reasons for implementing the pay revision in some public undertakings, which have been declared sick prior to the Nepa Limited being declared sick; and

(d) the action being taken by the Government to remove the said anomaly and to implement the pay-revision in the Nepa Limited due from 1.1.1992 and 1.1.1997 alongwith details thereof?

Answer

MINISTER OF STATE FOR HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (DR. VALLABHBHAI KATHIRIA)

(a) to (d): Consequent upon its net worth becoming negative Nepa Ltd. wasreferred to BIFR and declared a sick company in May 1998. The extant procedure of the Department of Public Enterprises regarding revision ofscales of pay w.e.f. 1.1.97 expects that in respect of sick enterprises referred to BIFR, revision of pay scales would be in accordance with therehabilitation packages approved or to be approved by the BIFR and afterproviding for the additional expenditure on account of pay revision in these packages. The requests from individual Public Sector Enterprises (PSEs) forwage revision are considered on a case to case basis. The Government have considered the matter for Nepa Ltd. and the employees have been allowed revision of pay at 1992 scales w.e.f. 19.01.2001 subject to fulfillment of certain conditions.